

SCOPE Presentation

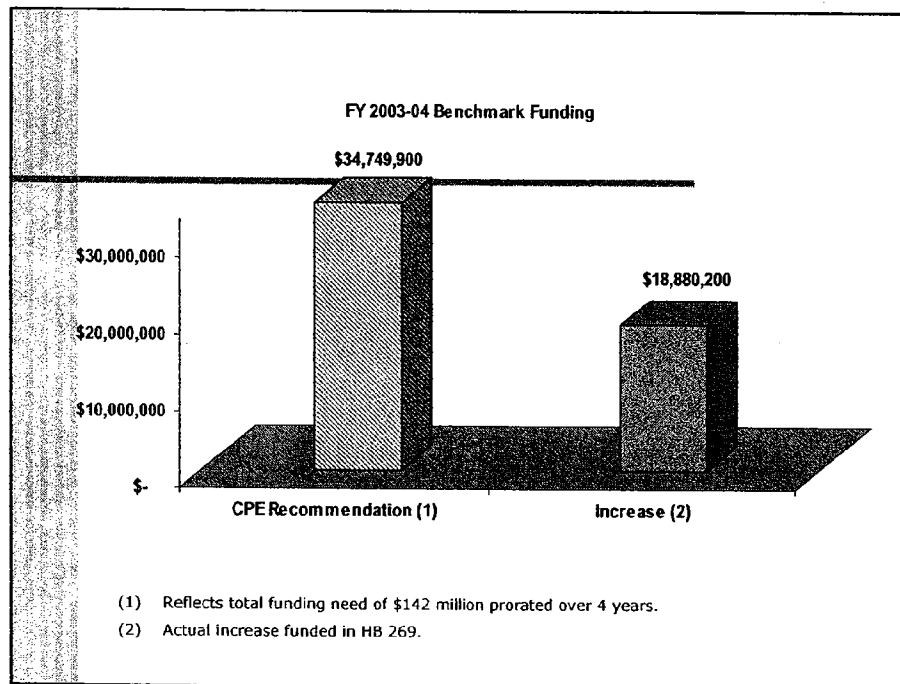
June 2, 2003

- FY 2003 and FY 2004 Budget
- FY 2004-06 Budget Development Process and Timetable

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FY 2003 and FY 2004 Budget

- House Bill 269
 - For FY 03—2.6% decrease for institutions
 - For FY 04—\$18.9 million increase for institutions
 - \$11.8 million debt service for Bucks for Brains—FY 04 (\$120 million funding)
 - \$155 million agency bond pool authority
 - \$ 134.8 million in CPE/KHEAA Student Aid



FY 2004-06 Budget Development

■ *Points of Consensus*

- Funding distribution methodologies
- Working committee and timeline for recommendations

FY 2004-06 Budget Development

- Issues related to *Points of Consensus*:
 1. Funding distribution methodology for budget scenario with less than full benchmark funding
 2. Funding distribution methodology for budget scenario in which cuts to appropriation levels are necessary

FY 2004-06 Budget Development

- Benchmark Funding Process
 - Minor benchmark selection refinements
 - Possible changes to mandated programs
 - Timeline for revisions (page 23)

FY 2004-06 Budget Development

■ Issues related to Benchmark Funding Process

1. Changes in current benchmark institutions for 2004-06 budget cycle
2. Possible changes to mandated programs for 2004-06 budget cycle
3. Comprehensive review of funding model for 2006-08 budget cycle

FY 2004-06 Budget Development

■ Trust Funds and Special Initiatives

- Strategic Trust Funds
 - Overview – starting on page 31
- Special Initiatives Funding Requests
- Working committees and timeline for new recommendations

FY 2004-06 Budget Development

- Issues related to Trust Funds and Special Initiatives
 1. Evaluation of trust funds to assess effectiveness in advancing reform
 2. Determination of funding priorities for 2004-06—and need for other trust funds
 3. Review of process for special initiatives and development of guidelines, evaluation criteria, and priorities

FY 2004-06 Budget Development

- Capital Budget Recommendations
 - Six-year Capital Plan
 - Space Model analysis

FY 2004-06 Budget Development

■ Issues related to Capital Budget Recommendations

- Evaluation of state's responsibility compared to institution's
- Appropriate magnitude and priorities when available funds do not match identified needs
- Evaluation of research space productivity

FY 2004-06 Budget Development

■ Timeline for Council discussion and Action

- Overview - page 59

Overview of CPE meetings --- Discussion and Action Items

2004-06 Operating and Capital Budget Recommendations

MAY	JULY	SEPTEMBER	NOVEMBER
DISCUSSION: 1. 2004-06 operating and capital budget development process	DISCUSSION: 1. <i>Points of Consensus</i> Revisions (including funding distribution policy) 2. Incentive trust funds: priorities 3. Special initiative request: guidelines and evaluation criteria 4. 2004-06 budget recommendation (benchmark changes)	DISCUSSION: 1. Operating budget request: benchmark funding model results 2. Capital budget request 3. Institutional report on tuition rates & revenues 4. Incentive trust funds: amounts & distributions guidelines 5. Submitted special initiatives requests	DISCUSSION:
ACTION: 1. Tuition guidelines, percentages and deductions 2. CPE 2004-2010 six year capital plan	ACTION: 1. Space planning guidelines revisions 2. Capital budget priorities	ACTION: 1. Tuition percentages deduction (actual calculations) 2. Central tendency calculation 3. <i>Points of Consensus</i> revisions (including funding distribution policy)	ACTION: 1. Operating budget recommendation 2. Capital budget recommendations

* Possible budget hearings in October

* SCOPE meetings, June 2 and September 8